

REFERENCE TITLE: tax credit; community service organizations

State of Arizona  
House of Representatives  
Forty-ninth Legislature  
First Regular Session  
2009

## **HB 2242**

Introduced by  
Representative Tobin

### AN ACT

AMENDING SECTION 43-222, ARIZONA REVISED STATUTES; AMENDING TITLE 43, CHAPTER 10, ARTICLE 5, ARIZONA REVISED STATUTES, BY ADDING SECTION 43-1088.02; RELATING TO INDIVIDUAL INCOME TAX CREDITS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 43-222, Arizona Revised Statutes, is amended to  
3 read:

4       **43-222. Income tax credit review schedule**

5       Each year the joint legislative income tax credit review committee  
6 shall review the following income tax credits:

7       1. In 2007, sections 43-1077, 43-1078, 43-1079, 43-1080, 43-1165,  
8 43-1166, 43-1167 and 43-1169.

9       2. In 2008, sections 43-1074.01, 43-1081, 43-1168, 43-1170 and  
10 43-1178.

11       3. In 2009, sections 43-1076, 43-1081.01, 43-1084, 43-1162 and  
12 43-1170.01.

13       4. In 2010, sections 43-1075, 43-1075.01, 43-1079.01, 43-1087,  
14 43-1088, 43-1090.01, 43-1163, 43-1163.01, 43-1167.01, 43-1175 and 43-1182.

15       5. In 2011, sections 43-1074.02, 43-1083, 43-1085, 43-1164 and  
16 43-1183.

17       6. In 2012, sections 43-1073, 43-1086, 43-1089, 43-1089.01,  
18 43-1089.02, 43-1090, 43-1176 and 43-1181.

19       **7. IN 2014, SECTION 43-1088.02.**

20 Sec. 2. Title 43, chapter 10, article 5, Arizona Revised Statutes, is  
21 amended by adding section 43-1088.02, to read:

22       **43-1088.02. Credit for contributions to community service  
23 organizations; definition**

24       A. FOR TAXABLE YEARS BEGINNING FROM AND AFTER DECEMBER 31, 2009, A  
25 CREDIT IN THE AMOUNT OF FIFTY DOLLARS IS ALLOWED AGAINST THE TAXES IMPOSED BY  
26 THIS TITLE FOR A TAXPAYER WHO JOINS AND PARTICIPATES IN A COMMUNITY SERVICE  
27 ORGANIZATION DURING THE TAXABLE YEAR.

28       B. IF THE ALLOWABLE TAX CREDIT EXCEEDS THE TAXES OTHERWISE DUE UNDER  
29 THIS TITLE ON THE CLAIMANT'S INCOME, OR IF THERE ARE NO TAXES DUE UNDER THIS  
30 TITLE, THE TAXPAYER MAY CARRY THE AMOUNT OF THE CLAIM NOT USED TO OFFSET THE  
31 TAXES UNDER THIS TITLE FORWARD FOR NOT MORE THAN FIVE CONSECUTIVE TAXABLE  
32 YEARS' INCOME TAX LIABILITY.

33       C. THE CREDIT ALLOWED BY THIS SECTION IS IN LIEU OF ANY DEDUCTION  
34 PURSUANT TO SECTION 170 OF THE INTERNAL REVENUE CODE AND TAKEN FOR STATE TAX  
35 PURPOSES.

36       D. FOR THE PURPOSES OF THIS SECTION, "COMMUNITY SERVICE ORGANIZATION"  
37 MEANS AN ORGANIZATION THAT IS LOCATED IN THIS STATE AND WHOSE MISSION IS TO  
38 ENGAGE IN ACTIVITIES THAT BENEFIT THE COMMUNITY.

39       **Sec. 3. Purpose**

40 Pursuant to section 43-223, Arizona Revised Statutes, the legislature  
41 enacts section 43-1088.02, Arizona Revised Statutes, as added by this act, to  
42 encourage taxpayers to join and participate in community service  
43 organizations in this state.